

## VOL. XXVIII, No. 7200

PARIS, Sunday (Reuter). — Former moderate Conservative Prime Minister Paul Reynaud today gave up his attempts to form a new Government.

WASHINGTON, Sunday (UPI). — The State and Defense Departments have generally agreed on the basic air and naval bases the U.S. would like to see in Spain and what prices they are willing to pay in return, it was revealed today.

High U.S. officials stated that good progress had been made in clearing the way for the forthcoming negotiations with Spain for the use of bases by U.S. planes and ships.

## Hilali Forms Cabinet Of Unknowns

## Economic Council Discusses Credits

There cannot be any substance to peace hints until the Egyptians have a Government they can trust and in which the Western Powers have confidence. The Egyptians are part and parcel of what some Egyptians hope to get out of a Middle East conference, but it seems perfectly clear now that no likely Egyptian Government would dare to conclude an agreement satisfactory to Britain and the West, and at the same time offer direct negotiations with the latter. It is claimed in some quarters that this is exactly what the Americans had expected of All Maher and had induced him to accept as policy. It seems improbable. But if true, the British have shown themselves to be much better judges of the Egyptian temper. The outlook should be clearer by the time Mr. Sharratt sees Mr. Maher. It is, indeed, a very interesting thing that the two Foreign Ministers will have this opportunity of exchanging views just at this most critical moment in the affairs of the Middle East. Both we may feel sure, are conscious of the fact that, underneath, smolders a boiling brew that may at any moment again fill a fagot and be added to the fire.

Professor Lyubimov denied that Russia wanted to import only strategic materials. He said any tourist in Moscow could see for himself all kinds of imported goods ranging from Austrian furniture to Mexican canned fish.

## £500,000 Raised At J.P.A. Banquet

The King's reputed impatience with Ait Maher's reluctance to reach a settlement position is believed to have centred on the question as to what policy to adopt if Parliament should block the Anglo-Egyptian negotiations. The Egyptian Warist leaders, lying in wait for this opportunity, Farouk insisted on a showdown before the opening

The Wafd, the majority party in Parliament, is to hold a "plenary session" under Nabus Pasha tomorrow, when it is expected to decide its policy towards the new Government.

The King's reputed inattentance with Ali Maher's resistance to face the Wafd opposition is believed to have centred on the question as to what policy to adopt if Parliament should block the Anglo-Egyptian negotiations.

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**DIPLOMATIC 'COLD'**  
LONDON, Sunday (UP). — It is widely believed here today that Sir Ralph Stevenson's

Abdel Khalek Hassuna, Independent, Minister of Foreign Affairs. A former Cabinet Minister.

Saïib Sami, Minister of Commerce and Industry, who held the same office in several Governments between 1940-45.

Taha a-Sabri, Minister of Municipal Affairs, who last held office as Minister of State in 1945.

It is difficult to state how much money has, in this way, been taken out of our industry," Mr. Naphthal noted, adding that ways and means must be found to return this capital to the industry. "The number," of industrialists who are in a position to plough capital back into their enterprises vary from 35 to 75 per cent.

The most difficult situation, Mr. Naphthal maintained, is found in the agriculture where much of the credits intended to increase working capital have been used for investments in machinery, for example. With the new price, farm-

The IL166 m. budget for Knesset on Thursday, it was The Knesset, which assembly is on Wednesday, will vote to be discussed by the Cabinet.

Mr. Amos Iron was appointed Director of the Tourist Centre. He had formerly been manager of the Peltours company and more recently a top official of the Investment Centre. The possibility of transferring the Tourist Centre from Tel Aviv to Jerusalem is now being discussed, it was learned.

**Cabinet Communique**

**\$200m. Target Adopted  
By Economic Conference**

WASHINGTON, Sunday.—The Economic Emergency Conference here tonight adopted a \$200m. target for 1963 to help large development plans.

## Essential Settlement

(Routure).

Manassah, Rejoice! Ambassador Ralph Stevenson, who yesterday gave a good talk to the Epitaph Group, is a man of letters and a "scholar," was still confined to his room, the British Embassy reported.

(U.P. Review)

## Provide Our Children's Needs

Overcrowded classrooms, afternoon school and unsuitable buildings jeopardize the healthy development and sound educational basis of Israel's growing generation of future citizens. The Tel Aviv Municipality appeals to all parents to join forces in their undertaking to

**SURVIVAL.** — A three-man rescue party rescued survivors of Indian administration and the armed security system in Britania.

**HUNGER.** — Death by starvation threatens thousands of natives in the north-eastern provinces of Malawi after drought blighted crops along Zambezi and Save River areas.

**MERGE.** — The Greek Foreign Minister said Sophocles Venizelos was being urged to open Africa on Monday morning as a last-ditch ploy against the death sentences passed to Athens or Balkan people accused of espionage.

**ORIGINS.** — Jewish organizations in Egypt are urging a ban on Chinese in the wake of the recent Israeli Government who arrived in Australia this evening on a nine-week tour.

**FIRM.** — A nation-wide call of U.S. troops has helped Soviet Union's Defense Ministry to speed up its merger — Hist. Commission at CIA

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internal loan which aims at raising IL.1,000,000, in a short time, will be devoted in its entirety to this purpose. Mothers and fathers — buy shares for IL.10 each. They will pay 5 per cent yearly interest in cash and a dividend of health and educated citizens of the future.



